

UNITED STATES DISTRICT COURT  
DISTRICT OF MASSACHUSETTS

FM HOLDINGS, LLC, f/k/a  
FORWARDMARKET, LLC,

Plaintiff,

**V.**

BILL MAHONEY and STEPHEN  
GREGORIO,

**Defendants.**

Civil Action No.  
05-11400-MLW

## DEFENDANTS' STATUS REPORT

Pursuant to this Court's Order dated November 28, 2006, the defendants hereby report that counsel for the parties have met and conferred in good faith to discuss settlement, that settlement offers have been exchanged by the parties, but the case has not been settled.

The parties will continue to discuss settlement as the case progresses in the coming weeks, and will continue to advise the Court.

Dated: December 15, 2006

/s/ Timothy C. Blank  
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**CERTIFICATE OF SERVICE**

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I hereby certify that this document(s) filed through the ECF system will be sent electronically to the registered participants as identified on the Notice of Electronic Filing (NEF) and paper copies will be sent to those indicated as non-registered participants on December 15, 2006.

/s/ Timothy C. Blank  
Timothy C. Blank

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